

**CASH MANAGEMENT IMPROVEMENT ACT  
AGREEMENT  
THE STATE OF LOUISIANA  
AND  
THE SECRETARY OF THE TREASURY,  
UNITED STATES DEPARTMENT OF THE TREASURY  
FOR THE PERIOD OF JULY 1, 1998 THROUGH JUNE 30, 2001  
AMENDMENT 10**

The Treasury-State agreement implementing the Cash Management Improvement Act (CMIA), effective for the time period from July 1, 1998 to June 30, 2001, is hereby amended as follows:

**1. Explanation of Amendment:**

The purpose of this amendment is to redefine the term "transaction" as it applies to the method in which refunds are deposited by the State of Louisiana.

**Revised Provisions:**

Section 8.4.3           Delete: The State shall use the following methodology to calculate interest liabilities on refunds:

The State shall apply a \$10,000 refund transaction threshold, below which the State shall not incur interest liabilities on refunds. A transaction is defined as a single deposit.

With programs to which actual clearance, average clearance, estimated clearance, and composite clearance funding techniques are applied, the State interest liability shall be based on the difference in whole days between the date the refund is deposited in a State account and the date the refund is offset against a subsequent draw of federal funds.

Add: The State shall use the following methodology to calculate interest liabilities on refunds:

The State shall apply a \$10,000 refund transaction threshold, below which the State shall not incur interest liabilities on refunds. A transaction is defined as follows: The total of all items in a single deposit for each CFDA number.

With programs to which actual clearance, average clearance, estimated clearance, and composite clearance funding techniques are applied, the State interest liability shall be based on the difference in whole days between the date the refund is deposited in a State account and the date the refund is offset against a subsequent draw of federal funds.

The effective date of this amendment is January 1, 2001.

Signatures

Whitman J. Kling

Whitman J. Kling  
Assistant Commissioner  
Division of Administration  
State of Louisiana

2/5/01

Date Signed

Paul B. X

for Bettsy Lane  
Assistant Commissioner  
Federal Finance  
FMS, US Treasury

5/23/01

Date Signed